

**The St Paul SEABOARD**

RECEIVED

SEP 20 1993

DIVISION OF  
OIL, GAS & MINING

September 14, 1993

**REGISTERED MAIL**

State of Utah Dept. of Natural Resources  
Division of Oil Gas & Mining  
355 West North Temple  
3 Triad Center, Suite 350  
Salt Lake City, UT 84180-1203

m/037/040

**St. Paul / Seaboard**  
20th Floor  
199 Water Street  
New York, New York 10038-3590

212 509 8500  
Fax 212 968 9381

DOGM  
MINERALS PROGRAM  
FILE COPY

*Velvet Mine*

RE:

Bond No. :

Principal: **UMETCO MINERALS**

Type of Bond: **MINED LAND RECLAMATION**

Bond Amount: **\$62,535.00**

Gentlemen:

Please be advised that per our notice of cancellation dated September 1, 1993, the correct date at which cancellation is to be effective is November 15, 1993, not October 1, 1993 as indicated.

If you have any questions please do not hesitate to call.

Sincerely,  
**SEABOARD SURETY COMPANY**

*Nancy B Wunner*

Nancy B. Wunner  
Attorney-In-Fact

nbw:mm

Seaboard Surety Company  
St. Paul Fire and Marine Insurance Company  
St. Paul Mercury Insurance Company  
St. Paul Guardian Insurance Company

(August 1985)  
(Noncoal)Bond Number \_\_\_\_\_  
Permit Number M/037/040STATE OF UTAH  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING  
355 West North Temple  
3 Triad Center, Suite 350  
Salt Lake City, Utah 84180-1203  
(801) 538-5340

## THE MINED LANDS RECLAMATION ACT

## BOND

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The undersigned Umetco Minerals Corporation  
as principal, and Seaboard Surety Company as  
surety, hereby jointly and severally bind ourselves, our heirs, administrators,  
executors, successors and assigns unto the State of Utah, Division of Oil, Gas  
and Mining in the penal sum of Sixty Two Thousand Five Hundred Thirty Five  
and no/100 dollars (\$ 62,535.00 ).

The principal estimated in the Mining and Reclamation Plan filed with the  
Division of Oil, Gas and Mining on the 26th day of February  
1982, that 27.9 acres of land will be disturbed  
by this mining operation in the State of Utah. A description of the disturbed  
land is attached hereto as Exhibit "A."

When the Division has determined that the principal has satisfactorily  
reclaimed the above-mentioned lands affected by mining in accordance with the  
approved Mining and Reclamation Plan and has faithfully performed all  
requirements of the Mined Land Reclamation Act, and complied with the Rules  
and Regulations adopted in accordance therewith, then this obligation shall be  
void; otherwise it shall remain in full force and effect until the reclamation  
is completed as outlined in the approved Mining and Reclamation Plan.

If the approved plan provides for reclamation of the land affected on a  
piecemeal or cyclic basis, and the land is reclaimed in accordance with such  
plan, then this bond may be reduced periodically.

In the converse, if the plan provides for a gradual increase in the area  
of the land affected or increased reclamation work, then this bond may  
accordingly be increased with the written approval of the surety company.

PROVIDED FURTHER, the surety herein shall have the right to cancel this bond at  
any time upon giving the principal herein and the Utah Department of Natural  
Resources at least thirty (30) days prior notice of its desire so to do, such  
cancellation, however, shall not affect its liability as to any amounts then due  
or thereafter to become due hereunder as the result of mining occurring prior to  
the date of cancellation specified in such notice.



Page 2  
NONCOAL  
MR-5

NOTE: Where one signs by virtue of Power of Attorney for a surety company, such Power of Attorney must be filed with this bond. If the principal is a corporation, the bond shall be executed by its duly authorized officer.

Dated this 15th day of November, 19 88.

State of Utah  
Board of Oil, Gas and Mining

Gregory P. Williams, Chairman

Umetco Minerals Corporation  
Principal (Company)

By E. W. Shortridge  
Company Officer - Position  
E. W. Shortridge, Director of Operations

Date: \_\_\_\_\_

Seaboard Surety Company  
Surety (Company)

By \_\_\_\_\_  
Surety Company Officer - Position  
Natalie Reingold, Attorney-In-Fact

DATE: November 15, 1988

APPROVED AS TO FORM:

By \_\_\_\_\_  
Assistant Attorney General